

**NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT OF
PROPOSED LOCAL GOVERNMENT FINANCING**

July 20, 2020

Joint Legislative Committee on Local Government
North Carolina General Assembly
16 West Jones Street
Raleigh, North Carolina 27601
Attention Committee Chairs; Committee Assistant

Fiscal Research Division
North Carolina General Assembly
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925
Attention: Interim Director

***Brunswick Regional Water and Sewer (H2GO)
\$42,000,000 Water and Sewer System Revenue Bonds***

As bond counsel to the Brunswick Regional Water & Sewer H2GO, Brunswick County, North Carolina (the "District"), and as required under N.C. Gen. Stat. Section 120-157.2, we are providing this notice of a proposed local government capital project that requires approval of the North Carolina Local Government Commission (the "LGC"). The District notifies you of its intent to issue revenue bonds pursuant to The State and Local Government Revenue Bond Act, N.C.G.S. § 159-80 et seq. The Board of Commissioners of the District (the "Board") has determined that it is necessary to make certain capital improvements to the District's water system, including the acquisition, construction and equipping of a reverse osmosis water treatment plant facility and related system expenditures (the "Project"). The Project is expected to increase water capacity, address risk management considerations related to accessing water supply for the District's customers and improve system performance. The District is considering the issuance of \$42,000,000 in the aggregate principal amount of the District's Water and Sewer System Revenue Bonds (the "Bonds") to finance the Project. The District has in place a bond order that pledges the revenue from the water and sewer system to the repayment of revenue bonds supported by the system. Therefore, repayment of the Bonds will come from the pledged revenues generated by the water and sewer system.

The District intends to submit an application for approval of the Bonds to the North Carolina Local Government Commission (the "LGC") and expects that the LGC will consider for approval the District's application at its meeting scheduled for September 1, 2020 or such later meeting as the District and the LGC may determine.

Very truly yours,



Mary Nash Rusher

cc: Greg C. Gaskins, Secretary
Local Government Commission
NC Department of State Treasurer
3200 Atlantic Avenue
Raleigh, NC 27604